

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

| Representatives Present During the Inspection: | | | | | | |
|--|---|---|--|--|--|--|
| Company | Michael Blakey Plant Manager | | | | | |
| Company | Rusty Netz Environmental Coordinator | | | | | |
| OGM | Karl Houskeeper Environmental Scientist III | - | | | | |

Inspection Report

| Permit Number: | C0070035 | | |
|------------------|-------------------------|--|--|
| Inspection Type: | CITIZEN COMPLAINT | | |
| Inspection Date: | Wednesday, May 30, 2007 | | |
| Start Date/Time: | 5/30/2007 1:26:00 PM | | |
| End Date/Time: | 5/30/2007 3:00:00 PM | | |
| Last Inspection: | Friday, May 18, 2007 | | |

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Clear, Temperature 64 Deg. F. InspectionID Report Number: 1311

Accepted by: pgrubaug

Permitee: SUNNYSIDE COGENERATION ASSOCIATES Operator: SUNNYSIDE COGENERATION ASSOCIATES

Site: SUNNYSIDE REFUSE & SLURRY

Address: ONE POWER PLANT RD, PO BOX 159 SUNNYSIDE UT 84539

State

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

| Current Acr | ea | aes |
|--------------------|----|-----|
|--------------------|----|-----|

| Total Permitted | |
|------------------------|--------|
| Total Disturbed | 202.00 |
| Phase I | |
| Phase II | |
| Phase III | |

Mineral Ownership **Types of Operations**

Federal Underground Surface

County Loadout Processing Other ✓ Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

A citizen complaint was received by phone @ 11:20 am at the Price Field Office. The citizen gave his name, address, and phone number, but requested to remain anonymous. The citizen declined an invitation to be present during an inspection.

The complaint and findings of the inspection are described in item #22 of this inspection report.

Inspector's Signature:

Date

Thursday, May 31, 2007

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
- a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

| | | Evaluated | Not Applicable | Comment | Enforcement |
|------|---|-----------|--|----------|-------------|
| 1. | Permits, Change, Transfer, Renewal, Sale | | | | |
| 2. | Signs and Markers | | | | |
| 3. | Topsoil | | | | |
| 4.a | Hydrologic Balance: Diversions | | | | |
| 4.b | Hydrologic Balance: Sediment Ponds and Impoundments | | | | |
| 4.c | Hydrologic Balance: Other Sediment Control Measures | | | | |
| 4.d | Hydrologic Balance: Water Monitoring | | | | |
| 4.e | Hydrologic Balance: Effluent Limitations | | | | |
| 5. | Explosives | | | | |
| 6. | Disposal of Excess Spoil, Fills, Benches | | | | |
| 7. | Coal Mine Waste, Refuse Piles, Impoundments | | | | |
| 8. | Noncoal Waste | | | | |
| 9. | Protection of Fish, Wildlife and Related Environmental Issues | | | | |
| 10. | Slides and Other Damage | | | | |
| 11. | Contemporaneous Reclamation | | | | |
| 12. | Backfilling And Grading | | | | |
| 13. | Revegetation | | | | |
| 14. | Subsidence Control | | | | |
| 15. | Cessation of Operations | | | | |
| 16.a | Roads: Construction, Maintenance, Surfacing | | | | |
| 16.b | Roads: Drainage Controls | | | | |
| 17. | Other Transportation Facilities | | | | |
| 18. | Support Facilities, Utility Installations | | Control of the Contro | | |
| 19. | AVS Check | | | | |
| 20. | Air Quality Permit | | | | |
| 21. | Bonding and Insurance | | | | |
| 22. | Other | ~ | | ✓ | |

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22. Other

A citizen complaint was received by phone @ 11:20 am at the Price Field Office. The citizen gave his name, address, and phone number, but requested to remain anonymous. The citizen declined an invitation to be present during an inspection.

The complaint cited by the citizen is that dust from the facilities on occasion is blown from the facility into the city of Sunnyside and subsequently into their home. The concern raised was that "too much surface area is opened up and that the area of operations needed to be minimized".

A site investigation was conducted from 1:26 pm until approximately 2:20 pm with Rusty Netz and Mike Blakey from SCA. The amount of area open for excavation of refuse material as a fuel source for the power plant is within the approved permit area. The material was being actively processed with two loaders. The road ways for material transportation were being watered by a water truck. The approved air quality permit allows for 20% opacity from the mined areas. The dust from the roadways and operational area did not appear to exceed that limitation during the inspection. Rusty Netz (SCA) as a result of the citizen complaint has made arrangements to increase the frequency for watering the roadways.

I met with the complainant at their residence after the site visit at SCA. The citizen reaffirmed their concerns. I made an effort to see if there were specific times or days when the dust problems were worse than others. The citizen indicated that the problem is usually worse when there are up-canyon winds in the afternoon, but that the problem can occur anytime that a wind gust comes past the facility and enters the city. The citizen also indicated that they had contacted The Division of Air Quality with their complaint.

The citizen requested a copy of the inspection report from the site visit to keep on file in the event that the problem continues to exist. I encouraged the citizen to make further contact with the Division of Oil, Gas and Mining as well as the Division of Air Quality if the measures that are being taken by SCA (increased frequency of watering the roads) do not rectify the problem. Pictures of the active excavation were taken during the inspection.